# [As REPORTED FROM THE STATUTES REVISION COMMITTEE.] House of Representatives, 4th October, 1939.

Hon. Mr. Mason.

# FAIR RENTS AMENDMENT.

#### ANALYSIS.

	PART II.
	SHOPS, FLATS, AND ACCOMMODATION.
Title.	3. Interpretation.
1. Short Title.	4. Shops and flats to which this
I. SHOIT IIIIE.	Part applies.
	5. Restriction on raising rent of
	shops and flats.
PART I.	6. Application of principal Act to
	shops and flats.
DURATION OF PRINCIPAL ACT.	7. Power to make regulations
2. Duration of principal Act	regulating charges for
extended.	residential accommodation.

# A BILL INTITULED

AN ACT to amend the Fair Rents Act, 1936. BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority 5 of the same, as follows:—

1. This Act may be cited as the Fair Rents Short Title. Amendment Act, 1939, and shall be read together with and deemed part of the Fair Rents Act, 1936 1936, No. 14 (hereinafter referred to as the principal Act).

### PART-I.

## Duration-of-Principal-Act.

2. (1) The principal Act is hereby revived as from Duration of the time of its expiry, and shall continue in force principal Act extended.
until the thirtieth day of September, nineteen hundred
15 and forty, and shall then be deemed to be repealed.

(2) Section eighteen of the Statutes Amendment 1938, No. 20 Act, 1938, is hereby repealed.

# No. 58-2.

10

#### Title.

Struck out.	
PART II.	
SHOPS, FLATS, AND ACCOMMODATION.	
3. In this Part of this Act, unless the cont	exì
otherwise requires,—	
"Shop" means any premises used by a ten	ant
exclusively or principally as a shop:	
"Flat" means any part of a building where the	
part is let as a separate dwelling and building was originally designed and c	on
structed for the purpose of being let as me	on-
than two separate flats or apartments;	hist
does not include—	
(a) Any premises let at a rent t	hat
includes payments in respect of board	or
attendance; or	
(b) Any premises used by the ten	
exclusively or principally for busine	s s
purposes. 4. (1) Nothing in this Part of this Act shall ap	nlv
with respect to any shop that is let for the first ti	me
as a shop at any time after the passing of this A	Lct.
(2) Nothing in this Part of this Act shall ap	
with respect to any flat—	_
(a) That is let for the first time as a flat after	the
passing of this Act; or	
(b) That has not been let as a flat at any time si the <i>first</i> day of <i>June</i> , nineteen hundred a	
thirty-nine, and before the passing of t	
Act; or	1110
(c) That is let as a flat on the passing of this.	Act
at a rent exceeding one hundred and fifty-	six
pounds a year (whether or not such rent	is
computed on an annual basis); or	
(d) That in the case of a flat to which the $d$	ast
preceding paragraph does not apply, has any time since the first day of June, ninet	at
hundred and <i>thirty-nine</i> , and before	een tha
passing of this Act, been let as a flat a	t s
rent exceeding one hundred and fifty.	six
rent exceeding one hundred and fifty pounds a year (whether or not such rent	t is
computed on an annual basis).	

Interpretation.

Shops and flats to which this Part applies  $\mathbf{2}$ 

	Struck out.	
	(3) Except as provided in the foregoing provisions	
	of this section, the provisions of this Part of this	
	Act with respect to shops and flats shall apply to	
<b>5</b>	all shops and flats that on the passing of this Act or	
	any time thereafter are let as such.	
	5. (1) For the purposes of this Part of this Act	Res rais
	the expression "the basic rent" means—	of
10	(a) With reference to any shop or flat let as such on the <i>first</i> day of <i>June</i> , nineteen hundred	
10	and thirty-nine, the rent payable as on that	
	date:	
	(b) With reference to any shop or flat not let as	
	such on the first day of June, nineteen	
15	hundred and thirty-nine, the rent that was	
	last payable before that date, or, in the case	
	of any shop or flat first let as such after	
	the first day of June, nineteen hundred and	
•	thirty-nine, and before the passing of this	
<b>20</b>	Act, the rent that was first payable in respect	
	thereof.	
	(2) Any increase in the basic rent of any shop	
	or flat to which this Part of this Act applies that has been made since the <i>first</i> day of <i>August</i> ,	
25	nineteen hundred and thirty-nine, and before the	
20	passing of this Act, and any increase in the basic rent	
	of any such shop or flat that is made after the	
	passing of this Act shall, notwithstanding anything	
	to the contrary in any agreement, be irrecoverable.	
30	(3) Nothing in the foregoing provisions of this	
	section shall be deemed to render irrecoverable any	
	rent payable in respect of any shop or flat for any	
	period if a fair rent has been fixed in accordance	
~ ~	with the principal Act as applied by this Part of this	
35	Act in respect of the shop or flat for that period, and	
	the rent charged does not exceed the fair rent so fixed.	
	<b>6.</b> (1) Subject to the provisions of this Part of this Act, the provisions of the principal Act and its	
	amendments, except sections two, three, and four of	
<b>4</b> 0	the principal Act, shall, so far as they are applicable	
	and with the necessary modifications, apply with respect	
	to shops and flats to which this Part of this Act applies:	
	Provided that section sixty-three of the Finance	19
	Act, 1937, shall not apply with respect to shops.	1

riction on ng rent 10ps flats

lication of cipal Act lops flats.

No. 17

1

(2) In the application of subsection two of section seven of the principal Act in accordance with this section, that subsection shall be construed as if the reference therein to the rent (if any) payable as on the twenty-seventh day of November, nineteen hundred and thirty-five, were a reference to the rent (if any) payable as on the *first* day of *January*, nineteen hundred and thirty-nine, or as on the first day of June, nineteen hundred and thirty-nine, whichever is the 10 lower.

(3) In the application of subsection one of section thirteen of the principal Act in accordance with this section, that subsection shall be construed as if the following paragraph were added thereto:-

(h) That the premises are reasonably required by the landlord for demolition or reconstruction."

New.

2A. (1) Section two of the principal Act is hereby 20 amended by repealing paragraph (c) thereof, as set out in subsection one of section three of the Fair Rents Amendment Act, 1937.

(2) Section three of the Fair Rents Amendment 25Act, 1937, is hereby repealed.

**2**B. Notwithstanding anything to the contrary in section three of the principal Act, that Act shall apply with respect to every dwellinghouse that forms part of a building not originally designed and constructed for the purpose of being let as two or more separate 30 flats or apartments, whether it is let for the first time as a dwellinghouse before or after the passing of this Act:

Provided that the principal Act shall not apply with respect to any such dwellinghouse-

(a) That was let as a dwellinghouse at any time between the twenty-seventh day of November, nineteen hundred and thirty-five, and the first day of January, nineteen hundred and thirty-nine, at a rent exceeding one hundred 40 and fifty-six pounds a year (whether or not the rent was computed on an annual basis); or

Principal Act extended to apply to buildings constructed for letting as more than two separate flats or apartments. 1937, No. 2

Repeal.

Principal Act extended to apply to all flats or apartments not originally constructed for letting separately.

4

15

5

35

New.
(b) That upon being let for the first time as a
dwellinghouse at any time after the first day
of January, nineteen hundred and thirty-nine
(whether before or after the passing of this
Act) has been so let at a rent exceeding one
hundred and fifty-six pounds a year (whether
or not the rent is computed on an annual
basis).

10 2c. Where any premises that form part of any Principal Act house or building are let to a tenant for residential to apply to flats and purposes and the tenant has a right to the use, in apartments common with any other person, of any other part of the where parts of premises are house or building, the premises let to the tenant shall shared.

15 for the purposes of the principal Act be deemed to be let to him as a separate dwelling.

5

25

**2**D. (1) For the purposes of the principal Act the Modification of expression "basic rent", in relation to any premises principal Act in to which the principal Act is made applicable by any or apartments to which it is 20 of the last three preceding sections, means-

- (a) Where the premises were let as a dwellinghouse this Act. on the first day of June, nineteen hundred and thirty-nine, the rent payable as on that date:
- (b) Where the premises were not let as a dwellinghouse on that date, the rent that was last payable before that date, or, in the case of any premises first let as a dwellinghouse after that date, the rent first payable in respect thereof.
- 30 (2) With respect to any such premises the provisions of subsection two of section five of the principal Act shall apply with respect only to increases in the basic rent made after the first day of August, nineteen hundred and thirty-nine, whether before or after the 35 passing of this Act.

(3) In the application of subsection two of section seven of the principal Act to any such premises that subsection shall be construed as if the reference therein to the rent (if any) payable as on the twenty-seventh

40 day of November, nineteen hundred and thirty-five, were a reference to the rent (if any) payable as on the first day of January, nineteen hundred and thirty-nine. or as on the first day of June, nineteen hundred and *thirty-nine*, whichever is the less.

relation to flats extended by

5

New.

Extending grounds for recovery of possession.

1937, No. 17

Power to make regulations regulating charges for residential accommodation. **2**E. (1) Section thirteen of the principal Act is hereby amended by omitting from paragraph (f) of subsection one the words "to be completed by transfer within one month from the date thereof", and also by 5 adding to subsection one the following paragraphs:—

"( $\overline{h}$ ) That the premises are reasonably required by the landlord for demolition or reconstruction:

"(i) That the estate or interest of the landlord in 10 the premises will have expired or been determined not later than three months after the date of the application for the order."

(2) Section sixty-three of the Finance Act, 1937, 15<sup>\*</sup> is hereby amended by inserting in subsection one, after the words "paragraph (f)", the words " or in paragraph (h)"; and also by inserting in the same subsection, after the words " paragraph (e)", the words " or in paragraph (i)". 20<sup>\*</sup>

7. (1) Without limiting the general power to make regulations conferred on the Governor-General by section twenty-four of the principal Act, it is hereby declared that regulations may be made under that section for the purpose of regulating charges in respect 25 of residential accommodation in any premises whether with or without any attendance or services.

New.

(2) Regulations made for the purposes of this section may be of general application, or may relate 30 to any specified part or parts of New Zealand, or to any specified class or classes of residential accommodation.

By Authority: E. V. PAUL, Government Printer, Wellington.-1939.